

# Consolidated Income Statement

For the year ended 31st December, 2006  
(Prepared in accordance with International Financial Reporting Standards)  
(Amounts expressed in thousands of RMB, except per share data)

		For the year ended 31st December,	
	Note	2006	2005
<b>Operating revenue</b>		<b>44,301,403</b>	40,190,004
Sales tax		(148,057)	(113,475)
<b>Operating expenses</b>			
Fuel		(22,608,151)	(21,202,952)
Maintenance		(1,306,888)	(1,165,374)
Depreciation		(6,719,158)	(6,167,692)
Labor		(2,886,767)	(2,487,098)
Service fees to HIPDC	7(b)	(140,771)	(141,102)
Others		(1,933,200)	(1,903,345)
Total operating expense		(35,594,935)	(33,067,563)
<b>Profit from operations</b>		<b>8,558,411</b>	7,008,966
Interest income		51,910	53,685
Interest expense		(1,591,033)	(1,426,609)
Bank charges and exchange gain, net		67,819	248,533
Total financial expense, net		(1,471,304)	(1,124,391)
Share of profits of associates	11	790,629	644,376
Investment income, net		128,595	60,872
Other income, net	5	10,442	2,385
<b>Profit before tax</b>	6	<b>8,016,773</b>	6,592,208
Income tax expense	30	(1,127,699)	(1,044,297)
<b>Profit for the year</b>		<b>6,889,074</b>	5,547,911
<b>Attributable to</b>			
Equity holders of the Company		6,071,154	4,871,794
Minority interests		817,920	676,117
		<b>6,889,074</b>	5,547,911
<b>Dividends paid</b>		<b>3,013,846</b>	3,022,096
<b>Proposed dividend</b>	21	<b>3,375,507</b>	3,013,846
<b>Proposed dividend per share (expressed in RMB per share)</b>	21	<b>0.28</b>	0.25
<b>Earnings per share for profit attributable to the equity holders of the Company during the year (expressed in RMB per share)</b>			
– Basic	31	<b>0.50</b>	0.40
– Diluted	31	<b>0.50</b>	0.40

The notes on pages 94 to 154 are an integral part of these financial statements.